State of Arizona Senate Forty-fifth Legislature First Regular Session 2001

CHAPTER 40

SENATE BILL 1349

AN ACT

AMENDING TITLE 28, CHAPTER 16, ARTICLE 3, ARIZONA REVISED STATUTES, BY ADDING SECTION 28-5812; AMENDING SECTION 28-6542, ARIZONA REVISED STATUTES; RELATING TO DISTRIBUTIONS OF VEHICLE REVENUES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

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 Be it enacted by the Legislature of the State of Arizona:

Section 1. Title 28, chapter 16, article 3, Arizona Revised Statutes, is amended by adding section 28-5812, to read:

28-5812. <u>Incorrect distributions</u>; adjustments

- A. IF THE DIRECTOR DETERMINES THAT ANY OF THE AMOUNTS DISTRIBUTED PURSUANT TO THIS ARTICLE DURING THE PRECEDING TWENTY-FOUR MONTHS ARE INCORRECT, THE DIRECTOR SHALL ADJUST FUTURE MONTHLY DISTRIBUTIONS TO CORRECT ANY OVERAGES OR SHORTAGES AS PROVIDED IN THIS SECTION. THE DIRECTOR SHALL DISTRIBUTE VEHICLE LICENSE TAX REVENUES IN ACCORDANCE WITH THE ADJUSTED DISTRIBUTIONS DETERMINED PURSUANT TO THIS SECTION.
- B. AN ADJUSTMENT TO THE AMOUNT DISTRIBUTED SHALL NOT BE INITIATED PURSUANT TO THIS SECTION MORE THAN TWENTY-FOUR MONTHS AFTER THE ORIGINAL DISTRIBUTION.
 - C. THE DIRECTOR SHALL ADJUST THE DISTRIBUTIONS AS FOLLOWS:
- 1. IN THE CASES OF OVERAGES, THE DIRECTOR SHALL REDUCE THE SUBSEQUENT MONTHLY DISTRIBUTION BY THE AMOUNT OF THE OVERAGE IF THE REMAINING DISTRIBUTION IS AT LEAST SEVENTY-FIVE PER CENT OF THE AMOUNT THAT WOULD OTHERWISE HAVE BEEN DISTRIBUTED TO THE RECIPIENT. IF THE ENTIRE AMOUNT OF THE REQUIRED ADJUSTMENT CANNOT BE MADE IN A SINGLE MONTH, THE DIRECTOR SHALL REPEAT THE PROCEDURE IN SUBSEQUENT MONTHS UNTIL THE OVERAGE IS CORRECTED.
- 2. IN THE CASE OF SHORTAGES, THE DIRECTOR SHALL INCREASE THE SUBSEQUENT MONTHLY DISTRIBUTION BY THE AMOUNT OF THE SHORTAGE, IF THE TOTAL AMOUNT OF ALL OF THE REDUCTIONS MADE PURSUANT TO PARAGRAPH 1 DOES NOT EXCEED THE REDUCTIONS IN THAT MONTH. IF THE TOTAL OF ALL REDUCTIONS IN A MONTH IS LESS THAN THE AMOUNT OF THE INCREASES, THE DIRECTOR SHALL PROPORTIONALLY REDUCE THE INCREASES.
 - Sec. 2. Section 28-6542, Arizona Revised Statutes, is amended to read: 28-6542. <u>Incorrect distributions: adjustments</u>
- A. If the department determines that any of the amounts allocated and distributed as provided in this article CHAPTER during the preceding twenty-four months are incorrect, the department shall adjust future monthly allocations to correct any overages or shortages as provided in this section. The state treasurer shall distribute revenues in accordance with the adjusted allocations determined pursuant to this section.
- B. An adjustment to the amount allocated and distributed shall not be initiated pursuant to this section more than twenty-four months after the original distribution.
 - C. The department shall adjust the allocations as follows:
- 1. In the case of overages, the department shall reduce the subsequent monthly allocation by the amount of the overage, if the remaining allocation is at least fifty SEVENTY-FIVE per cent of the amount that would otherwise have been allocated to the recipient. If the entire amount of the required adjustment cannot be made in a single month, the department shall repeat the procedure in subsequent months until the overage is corrected.

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2. In the case of shortages, the department shall increase the subsequent monthly allocation by the amount of the shortage, if the total amount of all of the increases in any single month does not exceed the total amount of all of the reductions made pursuant to paragraph 1 in that month. If the total of all reductions in a month is less than the amount of increases, the department shall proportionally reduce the increases.

APPROVED BY THE GOVERNOR APRIL 4, 2001.
FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 4, 2001.

| Passed the House March 26, 20 01, | Passed the Senate February 21, 2001, |
|-----------------------------------|--|
| by the following vote:50 Ayes, | by the following vote: Ayes, |
| Not Voting | Nays, Not Voting |
| Speaker of the House | President of the Senate |
| Moore Chief Clerk of the House | Chamin Bellinter Secretary of the Senate |
| OFFIC | EPARTMENT OF ARIZONA E OF GOVERNOR ceived by the Governor this |
| day | of, 20, |
| at | o'dockM. |
| | Secretary to the Governor |
| Approved this day of | |
| , 20, | |
| ato NockM | • |
| Governor of Arizona | |
| | EXECUTIVE DEPARTMENT OF ARIZONA OFFICE OF SECRETARY OF STATE |
| | This Bill was received by the Secretary of State |
| S.B. 1349 | this, 20, |

Secretary of State

SENATE CONCURS IN HOUSE AMENDMENTS AND FINAL PASSAGE

| | Passed the Senate March 29 | 7, 20_0/, |
|---------------------|---|----------------------------|
| | by the following vote: | Ayes, |
| | | Not Voting |
| | Kandus James | <u>t</u> |
| · | President of the Senate Chamin & Wing Secretary of the Senate | tow |
| EXECU | TIVE DEPARTMENT OF ARIZONA OFFICE OF GOVERNOR | 1 |
| This B | ill was received by the Governor this | |
| · | 29 day of March, 20 01, | |
| at | 1:30 o'clock P M. | |
| & | tary Marshall Secretary to the Governor | |
| APPROVED THIS | day of | |
| april | ,20 <u>01</u> , | |
| at | | |
| Jane Hee Sull | <u>, </u> | |
| povernor of Arizona | EXECUTIVE DEPARTMENT OF A OFFICE OF SECRETARY OF ST | |
| | This Bill was received by the Secre | etary of State |
| G.D. 4040 | this 4 day of April | <u>/</u> , 20 <u>0 /</u> , |
| S.B. 1349 | Det Brill | <u>Р</u> м. |
| | Secretary of State | |
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